

SB1995



96TH GENERAL ASSEMBLY

State of Illinois

2009 and 2010

SB1995

Introduced 2/20/2009, by Sen. A. J. Wilhelmi

SYNOPSIS AS INTRODUCED:

30 ILCS 350/10

from Ch. 17, par. 6910

Amends the Local Government Debt Reform Act. Provides that bonds issued by school districts for the purpose of purchasing, constructing, or improving real property may become due within 30 years, notwithstanding any other law.

LRB096 11419 RCE 21887 b

FISCAL NOTE ACT
MAY APPLY

HOUSING
AFFORDABILITY
IMPACT NOTE ACT
MAY APPLY

A BILL FOR

1 AN ACT concerning finance.

2 **Be it enacted by the People of the State of Illinois,**
3 **represented in the General Assembly:**

4 Section 5. The Local Government Debt Reform Act is amended
5 by changing Section 10 as follows:

6 (30 ILCS 350/10) (from Ch. 17, par. 6910)

7 Sec. 10. General provisions. Bonds authorized by
8 applicable law may be issued in one or more series, bear such
9 date or dates, become due at such time or times within 40
10 years, except as expressly limited by applicable law, provided
11 that notwithstanding any such express limitation bonds issued
12 by school districts for the purpose of purchasing,
13 constructing, or improving real property may become due within
14 30 years, bear interest payable at such intervals and at such
15 rate or rates as authorized under applicable law, which rates
16 may be fixed or variable, be in such denominations, be in such
17 form, either coupon, registered or book-entry, carry such
18 conversion, registration, and exchange privileges, be subject
19 to defeasance upon such terms, have such rank or priority, be
20 executed in such manner, be payable in such medium of payment
21 at such place or places within or without the State of
22 Illinois, make provision for a corporate trustee within or
23 without the State with respect to such bonds, prescribe the

1 rights, powers and duties thereof to be exercised for the
2 benefit of the governmental unit and the protection of the
3 bondholders, provide for the holding in trust, investment and
4 use of moneys, funds and accounts held under an ordinance,
5 provide for assignment of and direct payment of the moneys to
6 pay such bonds or to be deposited into such funds or accounts
7 directly to such trustee, be subject to such terms of
8 redemption with or without premium, and be sold in such manner
9 at private or public sale and at such price, all as the
10 governing body shall determine. Whenever such bonds are sold at
11 price less than par, they shall be sold at such price and bear
12 interest at such rate or rates such that either the true
13 interest cost (yield) or the net interest rate, as may be
14 selected by the governing body, received upon the sale of such
15 bonds does not exceed the maximum rate otherwise authorized by
16 applicable law. Except for an ordinance required to be
17 published by applicable law in connection with a backdoor
18 referendum, any bond ordinance adopted by a governing body
19 under applicable law shall, in all instances, become effective
20 immediately without publication or posting or any further act
21 or requirement.

22 (Source: P.A. 90-306, eff. 8-1-97.)